Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554 RECEIVED MAY 2 8 1996

	CEDERAL C OMMENTE A ROLL A DE CAMADADO. COMO E OS ELLA SIGNA V	34
In the Matter of)	
Amendment to the Commission's Rules Regarding a Plan for The Costs of Microwave Relocation)) WT Docket No. 95-157)	
	DOCKET FILE COPY ORIGINAL	

To: The Commission

COMMENTS OF THE ASSOCIATION OF AMERICAN RAILROADS

The Association of American Railroads ("AAR"), by its undersigned counsel and pursuant to Section 1.405 of the Rules of the Federal Communications Commission, respectfully submits these Comments in response to the Further Notice of Proposed Rule Making ("Further Notice") in the above-referenced proceeding. The Commission requested comment on whether microwave incumbents who relocate their own links should be permitted to collect reimbursement in accordance with the microwave relocation cost-sharing plan. The Commission also sought comment on whether the length of the voluntary and mandatory negotiation periods in the microwave relocation rules should be changed. For the reasons set forth below, AAR supports the proposal to allow incumbents to participate in the cost-sharing plan and opposes the proposal to alter the length of the negotiation periods.

No. of Copies rec'd 028
List ABCDE

I. Incumbents Should be Allowed to Participate in the Cost-Sharing Plan

AAR agrees with commenters to the <u>Cost-Sharing Notice</u>^{1/} that there may be circumstances in which incumbents may prefer to relocate some of their own links in order achieve a system-wide relocation rather than wait for PCS licensees to relocate their links, one at a time, as they build out their PCS systems. As a matter of equity, PCS licensees who benefit from an incumbent's relocation of its own links should be required to reimburse the incumbent for the relocation under the cost-sharing plan, just as they would be required to reimburse another PCS licensee if it had paid for relocating the links.

II. The Length of the Negotiation Periods Should not be Changed

AAR opposes any suggestion to change the length of either the voluntary or the mandatory negotiation periods. There has been no showing that the existing negotiation periods recently adopted by the Commission in the ET Third Report and Order^{2/} have been inadequate to promote relocation negotiations between incumbents and PCS licensees. There has also been no showing that the current length of the voluntary negotiating period has any relationship to the rapidity of relocation negotiations. To the contrary, as noted by the Commission itself in the First

Amendment to the Commission's Rules Regarding a Plan for Sharing the Costs of Microwave Relocation, Notice of Proposed Rulemaking, WT Docket No. 95-157, 11 FCC Rcd. 1923 (1995) ("Cost-Sharing Notice").

^{2/} Redevelopment of Spectrum to Encourage Innovation in the Use of New Telecommunications Technologies, <u>Third Report and Order and Memorandum Opinion and Order</u>, 8 FCC Rcd. 6589 (1993) ("<u>ET Third Report and Order</u>").

Report and Order, many microwave incumbents have already successfully negotiated voluntary relocation agreements with A and B block licensees.^{3/}

In fact, AAR's member railroads are currently conducting extensive relocation negotiations with A and B block licensees. These discussions were initiated during the voluntary negotiation period⁴ and likely will be concluded before the end of that period (April 5, 1997). These negotiations have not been delayed in any way by the two-year voluntary negotiation period.

iii. Conclusion

For the reasons set forth above, AAR supports the suggestion to allow incumbents to participate in the cost-sharing plan. AAR urges the Commission to reject, however, any proposed changes to the negotiation periods adopted by the

In the Matter of Amendment to the Commission's Rules Regarding a Plan for Sharing The Costs of Microwave Relocation, WT Docket No. 95-157, First Report and Order and Further Notice of Proposed Rulemaking, FCC 96-196 (April 30, 1996) ("First Report and Order" or "Further Notice") at ¶ 13.

^{4/} While the voluntary period for A and B block licensees began on April 5, 1995, some AAR members were not contacted by PCS licensees until July or August of 1995. Thus, relocation negotiations between these incumbents and initial PCS licensees did not begin until the voluntary negotiation period was four months old. This delay was no fault of the incumbents.

Commission a short time ago. The record shows that the existing relocation rules are sufficient to promote voluntary relocation negotiations between incumbents and PCS licensees.

Respectfully submitted,

ASSOCIATION OF AMERICAN RAILROADS

By:

Thomas J. Keller Leo R. Fitzsimon

VERNER, LIIPFERT, BERNHARD, McPHERSON AND HAND, CHARTERED 901 15th Street, N.W., Suite 700 Washington, D.C. 20005 (202) 371-6060

Its Attorneys

May 28, 1996

CERTIFICATE OF SERVICE

I, Tina Harris, hereby certify that the foregoing "Comments of the Association of American Railroads" was served by first-class mail, postage prepaid, this 28th day of May, 1996 on the following persons:

Chairman Reed E. Hundt Federal Communications Commission 1919 M Street, NW -- Room 814 Washington, D.C. 20554

Commissioner James H. Quello Federal Communications Commission 1919 M Street, NW -- Room 802 Washington, D.C. 20554

Commissioner Rachelle B. Chong Federal Communications Commission 1919 M Street, NW -- Room 844 Washington, D.C. 20554

Commissioner Susan Ness Federal Communications Commission 1919 M Street, NW -- Room 832 Washington, D.C. 20554

Richard M. Smith Chief, Office of Engineering and Technology Federal Communications Commission 2000 M Street, N.W., Suite 480 Washington, D.C. 20554

Michele C. Farquhar, Esq. Chief, Wireless Telecommunications Bureau Federal Communications Commission 2025 M Street, N.W. - Room 5002 Washington, D.C. 20554 Gerald P. Vaughan
Deputy Bureau Chief, Wireless
Telecommunications Bureau
Federal Communications Comm.
2025 M Street, NW -- Room 5002
Washington, D.C. 20554

Robert H. McNamara Wireless Telecommunications Bureau Federal Communications Commission 2025 M Street, N.W. - Room 5322 Washington, D.C. 20554

David Furth, Esq.
Deputy Chief, Commercial
Wireless Division
Federal Communications Comm.
2025 M Street, NW -- Room 5202
Washington, D.C. 20554

Tina Harris